1 Bret A. Stone SBN 190161 BStone@PaladinLaw.com Kirk M. Tracy SBN 288508 KTracy@PaladinLaw.com 2 PALADIN LAW GROUP® LLP 3 220 W. Gutierrez Street Santa Barbara, CA 93101 4 Telephone: (805) 898-9700 5 Facsimile: (805) 852-2495 6 Counsel for Defendant Pacifica Chemical, Incorporated 7 UNITED STATES DISTRICT COURT 8 9 CENTRAL DISTRICT OF CALIFORNIA 10 TC RICH, LLC et al., Case No. 2:15-cv-4878-DMG(AGRx) 11 Plaintiffs, JOINT STATUS REPORT 12 ν. Assigned to Judge Dolly M. Gee 13 Action filed: June 26, 2015 PACIFICA CHEMICAL 14 Discovery cut-off: None set INCORPORATED, et al., Trial date: None set 15 Defendants. 16 17 AND RELATED CROSS-ACTIONS 18 This case has been stayed pending further environmental investigation 19

This case has been stayed pending further environmental investigation activities pursuant to the Order Re Litigation Stay (ECF No. 90) and the subsequent Status Conference held on January 26, 2018 (collectively, "Stay Order). Plaintiffs TC Rich, LLC, Rifle Freight, Inc., Fleischer Customs Brokers, Richard G. Fleischer, and Jacqueline Fleischer ("Plaintiffs"), Plaintiff-Intervenor 13301 S. Main Street, LLC ("Intervenor"), and Defendant Pacifica Chemical Incorporated ("Pacifica") (collectively, the "Parties") file this Joint Status Report to inform the Court of the Parties' progress in settlement negotiations and the environmental investigation.

I. BACKGROUND

Plaintiffs are the current owners and occupants of the real property located at



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located at 132 West 132nd Street, Los Angeles, (the "Property"). In their Complaint, Plaintiffs allege that the soil, soil vapor, indoor air, and groundwater at the Property is contaminated with tetrachloroethylene, also known as perchloroethylene ("PCE"). Plaintiffs further allege that Pacifica is liable for the contamination under the Comprehensive Environmental Response, Compensation, and Liability Act ("CERCLA"), 42 U.S.C. §§ 9607. Pacifica filed a Counterclaim asserting Plaintiffs were liable as the current owners of the Property. Later, Plaintiff-Intervenor filed a Complaint-In-Intervention alleging that the contamination had migrated onto its adjacent property and that both Plaintiffs and Pacifica were liable.

On June 7, 2017, the Parties attended the Second Settlement Conference with Magistrate Judge Gandhi where a framework for a prospective settlement was developed. Key to the settlement was evaluating perceived data gaps by installing additional groundwater wells and obtaining approval of a Removal Action Workplan ("RAW") from the Department of Toxic Substances Control ("DTSC").

II. STATUS OF ENVIRONMENTAL INVESTIGATION

At the end of July 2018, the final Remedial Action Workplan ("RAW") was submitted to DTSC. Completion of the RAW was delayed as a result of multiple rounds of comments by DTSC. After four submittals, DTSC was finally satisfied and public participation notices sent. On September 27, 2018 DTSC participated on a call to relay the results of the comment period. One comment from Intervenors was determined by DTSC to have merit, which was that an addition SVE well should be added to the design, located near the northwest corner of its building. DTSC required a RAW Addendum for the additional well, which was submitted and approved by DTSC on October 10, 2018. Formal RAW approval is required to proceed with the pilot test portion of the RAW, which will provide the data necessary to estimate cleanup costs and settle this case. DTSC requires an Facility-Initiated Corrective Action ("FICA") before approving the RAW. Pacifica provided a draft FICA agreement to Plaintiff on July 5, 2018 and has followed up multiple times to obtain



Plaintiff's comments and approval. Thus, although the wells for the pilot test have been installed, final approval to proceed with the pilot test is pending RAW approval; pending the FICA agreement. Thus, he investigation is at a standstill.

A minimum of eight months is necessary to complete the pilot test once RAW approval is received.

III. SCHEDULING CONFERENCE

Given the above, Pacifica requests the Court order Plaintiffs to provide comments and approval on the FICA agreement within three weeks. The Parties will file a joint status report on November 9, 2018 regarding the status of the FICA agreement. The Parties request that the Court set a further status conference for November 16, 2018, but if the status report states that a signed FICA agreement has been reached, the status conference can be reset to July 26, 2018 with a joint status report to be filed one week in advance. Meanwhile, the Parties request that the Stay Order remain in place.

Finally, the Parties request permission to appear at the October 26, 2018 status conference via telephone.

DATED: October 19, 2018	PALADIN LAW GROUP® LLP
	/s/ Bret A. Stone

Bret A. Stone Counsel for Defendant Pacifica Chemical Incorporated

DATED: October 19, 2018 RAINES FELDMAN LLP

/s/ John S. Cha

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Counsel for Plaintiffs



